

## Division of Welfare

| <b>DIVISION SUMMARY:</b>             | <b>FY 2007<br/>Total Appr</b> | <b>FY 2007<br/>Actual</b> | <b>FY 2008<br/>Total Appr</b> | <b>FY 2009<br/>Request</b> | <b>FY 2009<br/>Gov Rec</b> | <b>FY 2009<br/>Approp</b> |
|--------------------------------------|-------------------------------|---------------------------|-------------------------------|----------------------------|----------------------------|---------------------------|
| <b>BY PROGRAM</b>                    |                               |                           |                               |                            |                            |                           |
| Self-Reliance Operations             | 55,977,100                    | 55,380,900                | 62,912,900                    | 67,413,100                 | 68,291,200                 | 67,278,900                |
| Benefit Payments                     | 78,381,000                    | 74,067,300                | 79,316,300                    | 78,209,800                 | 77,234,000                 | 78,618,700                |
| Total:                               | 134,358,100                   | 129,448,200               | 142,229,200                   | 145,622,900                | 145,525,200                | 145,897,600               |
| <b>BY FUND SOURCE</b>                |                               |                           |                               |                            |                            |                           |
| General                              | 39,506,500                    | 37,987,400                | 44,584,700                    | 45,107,600                 | 45,179,700                 | 44,780,600                |
| Dedicated                            | 2,719,500                     | 2,163,400                 | 2,703,200                     | 2,538,400                  | 2,524,400                  | 2,355,900                 |
| Federal                              | 92,132,100                    | 89,297,400                | 94,941,300                    | 97,976,900                 | 97,821,100                 | 98,761,100                |
| Total:                               | 134,358,100                   | 129,448,200               | 142,229,200                   | 145,622,900                | 145,525,200                | 145,897,600               |
| Percent Change:                      |                               | (3.7%)                    | 9.9%                          | 2.4%                       | 2.3%                       | 2.6%                      |
| <b>BY EXPENDITURE CLASSIFICATION</b> |                               |                           |                               |                            |                            |                           |
| Personnel Costs                      | 31,902,400                    | 32,333,600                | 33,661,800                    | 34,786,100                 | 35,895,000                 | 35,450,000                |
| Operating Expenditures               | 23,702,900                    | 21,852,600                | 28,707,100                    | 31,997,600                 | 31,864,000                 | 31,296,700                |
| Capital Outlay                       | 371,800                       | 1,194,700                 | 544,000                       | 629,400                    | 532,200                    | 532,200                   |
| Trustee/Benefit                      | 78,381,000                    | 74,067,300                | 79,316,300                    | 78,209,800                 | 77,234,000                 | 78,618,700                |
| Total:                               | 134,358,100                   | 129,448,200               | 142,229,200                   | 145,622,900                | 145,525,200                | 145,897,600               |
| Full-Time Positions (FTP)            | 623.56                        | 637.69                    | 614.69                        | 617.69                     | 617.69                     | 617.69                    |

|                                       | <b>FTP</b>    | <b>Gen</b>        | <b>Ded</b>       | <b>Fed</b>        | <b>Total</b>       |
|---------------------------------------|---------------|-------------------|------------------|-------------------|--------------------|
| <b>FY 2008 Original Appropriation</b> | <b>614.69</b> | <b>43,190,100</b> | <b>2,703,200</b> | <b>94,941,300</b> | <b>140,834,600</b> |
| Reappropriation                       | 0.00          | 1,394,600         | 0                | 0                 | 1,394,600          |
| Supplemental                          | 0.00          | 0                 | 0                | 0                 | 0                  |
| <b>FY 2008 Total Appropriation</b>    | <b>614.69</b> | <b>44,584,700</b> | <b>2,703,200</b> | <b>94,941,300</b> | <b>142,229,200</b> |
| Deficiency Warrants & Cash Transfers  | 3.00          | (78,500)          | 0                | 0                 | (78,500)           |
| Removal of One-Time Expenditures      | 0.00          | (6,594,000)       | 0                | (5,144,600)       | (11,738,600)       |
| Base Adjustments                      | 0.00          | 0                 | (349,100)        | 0                 | (349,100)          |
| <b>FY 2009 Base</b>                   | <b>617.69</b> | <b>37,912,200</b> | <b>2,354,100</b> | <b>89,796,700</b> | <b>130,063,000</b> |
| Benefit Costs                         | 0.00          | 449,100           | 0                | 611,300           | 1,060,400          |
| Inflationary Adjustments              | 0.00          | 108,000           | 0                | 725,700           | 833,700            |
| Replacement Items                     | 0.00          | 109,800           | 0                | 82,400            | 192,200            |
| Statewide Cost Allocation             | 0.00          | 8,500             | 0                | 20,900            | 29,400             |
| Change in Employee Compensation       | 0.00          | 359,400           | 1,800            | 506,400           | 867,600            |
| Nondiscretionary Adjustments          | 0.00          | 24,200            | 0                | (24,200)          | 0                  |
| <b>FY 2009 Program Maintenance</b>    | <b>617.69</b> | <b>38,971,200</b> | <b>2,355,900</b> | <b>91,719,200</b> | <b>133,046,300</b> |
| Line Items                            | 0.00          | 5,809,400         | 0                | 7,041,900         | 12,851,300         |
| <b>FY 2009 Total</b>                  | <b>617.69</b> | <b>44,780,600</b> | <b>2,355,900</b> | <b>98,761,100</b> | <b>145,897,600</b> |
| % Chg from FY 2008 Orig Approp.       | 0.5%          | 3.7%              | (12.8%)          | 4.0%              | 3.6%               |
| % Chg from FY 2008 Total Approp.      | 0.5%          | 0.4%              | (12.8%)          | 4.0%              | 2.6%               |

## I. Division of Welfare: Self-Reliance Operations

**STARS Number & Budget Unit:** 270 HWCA

**Bill Number & Chapter:** H653 (Ch.326)

PROGRAM DESCRIPTION: Self-Reliance Operations includes personnel and operating expenditures to support the management and operations required to determine eligibility for benefits. All direct assistance payments have been transferred to a separate program titled Benefit Payments beginning in FY 2006.

| PROGRAM SUMMARY:                       | FY 2007<br>Total Appr | FY 2007<br>Actual | FY 2008<br>Total Appr | FY 2009<br>Request | FY 2009<br>Gov Rec | FY 2009<br>Approp |
|----------------------------------------|-----------------------|-------------------|-----------------------|--------------------|--------------------|-------------------|
| BY FUND SOURCE                         |                       |                   |                       |                    |                    |                   |
| General                                | 20,439,900            | 19,906,100        | 24,501,900            | 25,622,200         | 25,994,300         | 25,652,800        |
| Dedicated                              | 2,358,200             | 2,163,400         | 2,391,900             | 2,514,900          | 2,500,900          | 2,332,400         |
| Federal                                | 33,179,000            | 33,311,400        | 36,019,100            | 39,276,000         | 39,796,000         | 39,293,700        |
| Total:                                 | 55,977,100            | 55,380,900        | 62,912,900            | 67,413,100         | 68,291,200         | 67,278,900        |
| Percent Change:                        |                       | (1.1%)            | 13.6%                 | 7.2%               | 8.5%               | 6.9%              |
| BY EXPENDITURE CLASSIFICATION          |                       |                   |                       |                    |                    |                   |
| Personnel Costs                        | 31,902,400            | 32,333,600        | 33,661,800            | 34,786,100         | 35,895,000         | 35,450,000        |
| Operating Expenditures                 | 23,702,900            | 21,852,600        | 28,707,100            | 31,997,600         | 31,864,000         | 31,296,700        |
| Capital Outlay                         | 371,800               | 1,194,700         | 544,000               | 629,400            | 532,200            | 532,200           |
| Total:                                 | 55,977,100            | 55,380,900        | 62,912,900            | 67,413,100         | 68,291,200         | 67,278,900        |
| Full-Time Positions (FTP)              | 623.56                | 637.69            | 614.69                | 617.69             | 617.69             | 617.69            |
| DECISION UNIT SUMMARY:                 | FTP                   | General           | Dedicated             | Federal            | Total              |                   |
| FY 2008 Original Appropriation         | 614.69                | 24,092,600        | 2,391,900             | 36,019,100         | 62,503,600         |                   |
| Reappropriation                        | 0.00                  | 409,300           | 0                     | 0                  | 409,300            |                   |
| FY 2008 Total Appropriation            | 614.69                | 24,501,900        | 2,391,900             | 36,019,100         | 62,912,900         |                   |
| Non-Cognizable Funds and Transfers     | 3.00                  | 906,800           | 0                     | 0                  | 906,800            |                   |
| FY 2008 Estimated Expenditures         | 617.69                | 25,408,700        | 2,391,900             | 36,019,100         | 63,819,700         |                   |
| Removal of One-Time Expenditures       | 0.00                  | (6,594,000)       | 0                     | (5,144,600)        | (11,738,600)       |                   |
| Base Adjustments                       | 0.00                  | 0                 | (61,300)              | 0                  | (61,300)           |                   |
| FY 2009 Base                           | 617.69                | 18,814,700        | 2,330,600             | 30,874,500         | 52,019,800         |                   |
| Benefit Costs                          | 0.00                  | 449,100           | 0                     | 611,300            | 1,060,400          |                   |
| Inflationary Adjustments               | 0.00                  | 101,900           | 0                     | 156,300            | 258,200            |                   |
| Replacement Items                      | 0.00                  | 109,800           | 0                     | 82,400             | 192,200            |                   |
| Statewide Cost Allocation              | 0.00                  | 8,500             | 0                     | 20,900             | 29,400             |                   |
| Change in Employee Compensation        | 0.00                  | 359,400           | 1,800                 | 506,400            | 867,600            |                   |
| FY 2009 Maintenance (MCO)              | 617.69                | 19,843,400        | 2,332,400             | 32,251,800         | 54,427,600         |                   |
| 1. EPICS Replacement Continuation      | 0.00                  | 4,500,000         | 0                     | 4,500,000          | 9,000,000          |                   |
| 3. Child Support ICSES Enhancements    | 0.00                  | 1,309,400         | 0                     | 2,541,900          | 3,851,300          |                   |
| FY 2009 Total Appropriation            | 617.69                | 25,652,800        | 2,332,400             | 39,293,700         | 67,278,900         |                   |
| % Change From FY 2008 Original Approp. | 0.5%                  | 6.5%              | (2.5%)                | 9.1%               | 7.6%               |                   |
| % Change From FY 2008 Total Approp.    | 0.5%                  | 4.7%              | (2.5%)                | 9.1%               | 6.9%               |                   |

APPROPRIATION HIGHLIGHTS: Employer health insurance costs funding increased from a base amount of \$7,125 per FTP in FY 2008 to \$8,700 per FTP for FY 2009. Inflationary increases of \$258,200 were provided for contract inflation. Replacement items funded include 10 vehicles at a costs of \$155,700 and \$36,500 for other capital equipment such as desks and chairs. The Change in Employee Compensation was funded at 3%. There were two line items funded in this budget. Line item number one provided \$9,000,000 for the third and final year of EPICS replacement funding. Line item number three provided \$3,851,300 for system upgrades to the Idaho Child Support Enforcement System. The funding is to be utilized to develop electronic interfaces with the Idaho Courts, the US Postal Service, the Department of Correction, cell phone company records and medical insurance coverage records in order to more quickly locate non-custodial parents who owe child support as well as create an online employer portal for companies that must collect child support through their payroll systems. The enhancements should also include expanding client access to case information and allow for better interstate case information transfers.

LEGISLATIVE INTENT: TRANSFER OF TRUSTEE AND BENEFIT PAYMENTS. Notwithstanding the provisions of Section 67-3511, Idaho Code, funds budgeted in the trustee and benefit payments expenditure object code shall not be transferred to any other objects within the program budget during fiscal year 2009.

REAPPROPRIATION OF THE COOPERATIVE WELFARE FUND. (EPICS) There is hereby reappropriated to the Department of Health and Welfare any unexpended and unencumbered balances of the Cooperative Welfare Fund appropriated originally for the purposes of EPICS replacement for fiscal year 2008 to the Self-Reliance Program, to be used to develop a replacement of the Eligibility Programs Integrated Computer System (EPICS) for the period July 1, 2008, through June 30, 2009. The reappropriation shall be computed by the Department of Health and Welfare and for budgeting purposes any General Fund portion of the balance in the Cooperative Welfare Fund shall be identified as part of the General Fund.

REAPPROPRIATION OF THE COOPERATIVE WELFARE FUND. (CHILD SUPPORT FEE) There is hereby reappropriated to the

Department of Health and Welfare any unexpended and unencumbered balances of the Cooperative Welfare Fund appropriated for fiscal year 2008 to be used for the purpose of paying the federal fee for child support cases where the fee was uncollectible from the non-custodial parent but due to the federal government. The Self-Reliance program may utilize the reappropriation, one-time for the period July 1, 2008, through June 30, 2009. The reappropriation shall be computed by the Department of Health and Welfare and for budgeting purposes any General Fund portion of the balance in the Cooperative Welfare Fund shall be identified as part of the General Fund.

| <b>FY 2009 APPROPRIATION:</b>   | <b>FTP</b> | <b>Pers. Cost</b> | <b>Oper Exp</b> | <b>Cap Out</b> | <b>T/B Pymnts</b> | <b>Lump Sum</b> | <b>Total</b> |
|---------------------------------|------------|-------------------|-----------------|----------------|-------------------|-----------------|--------------|
| G 0220-03 CW - General          | 0.00       | 14,933,600        | 4,800,000       | 0              | 0                 | 0               | 19,733,600   |
| OT G 0220-03 CW - General       | 0.00       | 0                 | 5,645,800       | 273,400        | 0                 | 0               | 5,919,200    |
| D 0173-00 Hlth Ins. Access Card | 0.00       | 67,200            | 0               | 0              | 0                 | 0               | 67,200       |
| D 0220-05 CW - Dedicated        | 617.69     | 0                 | 2,265,200       | 0              | 0                 | 0               | 2,265,200    |
| F 0220-02 CW - Federal          | 0.00       | 20,449,200        | 11,720,200      | 0              | 0                 | 0               | 32,169,400   |
| OT F 0220-02 CW - Federal       | 0.00       | 0                 | 6,865,500       | 258,800        | 0                 | 0               | 7,124,300    |
| Totals:                         | 617.69     | 35,450,000        | 31,296,700      | 532,200        | 0                 | 0               | 67,278,900   |

## II. Division of Welfare: Benefit Payments

STARS Number & Budget Unit: 270 HWCC

Bill Number & Chapter: H653 (Ch.326)

PROGRAM DESCRIPTION: These funds are appropriated in trustee and benefits and include benefit payments for Temporary Assistance for Families in Idaho (TAFI), Work Services, Community Services, the Child Care Program, and Aid to the Aged, Blind and Disabled.

| <b>PROGRAM SUMMARY:</b>                | <b>FY 2007<br/>Total Appr</b> | <b>FY 2007<br/>Actual</b> | <b>FY 2008<br/>Total Appr</b> | <b>FY 2009<br/>Request</b> | <b>FY 2009<br/>Gov Rec</b> | <b>FY 2009<br/>Approp</b> |
|----------------------------------------|-------------------------------|---------------------------|-------------------------------|----------------------------|----------------------------|---------------------------|
| <b>BY FUND SOURCE</b>                  |                               |                           |                               |                            |                            |                           |
| General                                | 19,066,600                    | 18,081,300                | 20,082,800                    | 19,485,400                 | 19,185,400                 | 19,127,800                |
| Dedicated                              | 361,300                       | 0                         | 311,300                       | 23,500                     | 23,500                     | 23,500                    |
| Federal                                | 58,953,100                    | 55,986,000                | 58,922,200                    | 58,700,900                 | 58,025,100                 | 59,467,400                |
| Total:                                 | 78,381,000                    | 74,067,300                | 79,316,300                    | 78,209,800                 | 77,234,000                 | 78,618,700                |
| Percent Change:                        |                               | (5.5%)                    | 7.1%                          | (1.4%)                     | (2.6%)                     | (0.9%)                    |
| <b>BY EXPENDITURE CLASSIFICATION</b>   |                               |                           |                               |                            |                            |                           |
| Trustee/Benefit                        | 78,381,000                    | 74,067,300                | 79,316,300                    | 78,209,800                 | 77,234,000                 | 78,618,700                |
| <b>DECISION UNIT SUMMARY:</b>          |                               |                           |                               |                            |                            |                           |
|                                        | <b>FTP</b>                    | <b>General</b>            | <b>Dedicated</b>              | <b>Federal</b>             | <b>Total</b>               |                           |
| <b>FY 2008 Original Appropriation</b>  | <b>0.00</b>                   | <b>19,097,500</b>         | <b>311,300</b>                | <b>58,922,200</b>          | <b>78,331,000</b>          |                           |
| Reappropriation                        | 0.00                          | 985,300                   | 0                             | 0                          | 985,300                    |                           |
| <b>FY 2008 Total Appropriation</b>     | <b>0.00</b>                   | <b>20,082,800</b>         | <b>311,300</b>                | <b>58,922,200</b>          | <b>79,316,300</b>          |                           |
| Carryover Program Transfer             | 0.00                          | (985,300)                 | 0                             | 0                          | (985,300)                  |                           |
| <b>FY 2008 Estimated Expenditures</b>  | <b>0.00</b>                   | <b>19,097,500</b>         | <b>311,300</b>                | <b>58,922,200</b>          | <b>78,331,000</b>          |                           |
| Base Adjustments                       | 0.00                          | 0                         | (287,800)                     | 0                          | (287,800)                  |                           |
| <b>FY 2009 Base</b>                    | <b>0.00</b>                   | <b>19,097,500</b>         | <b>23,500</b>                 | <b>58,922,200</b>          | <b>78,043,200</b>          |                           |
| Inflationary Adjustments               | 0.00                          | 6,100                     | 0                             | 569,400                    | 575,500                    |                           |
| Nondiscretionary Adjustments           | 0.00                          | 24,200                    | 0                             | (24,200)                   | 0                          |                           |
| <b>FY 2009 Maintenance (MCO)</b>       | <b>0.00</b>                   | <b>19,127,800</b>         | <b>23,500</b>                 | <b>59,467,400</b>          | <b>78,618,700</b>          |                           |
| 4. ICCP Rule & Policy Changes          | 0.00                          | 0                         | 0                             | 0                          | 0                          |                           |
| <b>FY 2009 Total Appropriation</b>     | <b>0.00</b>                   | <b>19,127,800</b>         | <b>23,500</b>                 | <b>59,467,400</b>          | <b>78,618,700</b>          |                           |
| % Change From FY 2008 Original Approp. | 0.0%                          | 0.2%                      | (92.5%)                       | 0.9%                       | 0.4%                       |                           |
| % Change From FY 2008 Total Approp.    | 0.0%                          | (4.8%)                    | (92.5%)                       | 0.9%                       | (0.9%)                     |                           |

APPROPRIATION HIGHLIGHTS: Inflationary increases of \$575,500 were provided for contract inflation including \$380,300 for the University of Idaho contracts. Nondiscretionary adjustments included a shift of \$24,200 from federal funds to the General Fund due to FMAP rate changes. Line item number four was approved after the Health and Welfare Germane Committees approved the Idaho Child Care Program rules, the net impact was zero.

LEGISLATIVE INTENT: TRANSFER OF TRUSTEE AND BENEFIT PAYMENTS. Notwithstanding the provisions of Section 67-3511, Idaho Code, funds budgeted in the trustee and benefit payments expenditure object code shall not be transferred to any other objects within the program budget during fiscal year 2009.

| <b>FY 2009 APPROPRIATION:</b> | <b>FTP</b> | <b>Pers. Cost</b> | <b>Oper Exp</b> | <b>Cap Out</b> | <b>T/B Pymnts</b> | <b>Lump Sum</b> | <b>Total</b> |
|-------------------------------|------------|-------------------|-----------------|----------------|-------------------|-----------------|--------------|
| G 0220-03 CW - General        | 0.00       | 0                 | 0               | 0              | 19,127,800        | 0               | 19,127,800   |
| D 0220-05 CW - Dedicated      | 0.00       | 0                 | 0               | 0              | 23,500            | 0               | 23,500       |
| F 0220-02 CW - Federal        | 0.00       | 0                 | 0               | 0              | 59,467,400        | 0               | 59,467,400   |
| Totals:                       | 0.00       | 0                 | 0               | 0              | 78,618,700        | 0               | 78,618,700   |